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Post-Session Update: Tobacco Settlement Permanent and Program Funds

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Presentation to the
Tobacco Settlement Revenue Oversight Committee – May 2018

Tobacco Settlement Appropriations

- Recurring tobacco settlement payments were expected to be \$3 million less in FY19 than FY18.
- Tobacco revenue appropriations to support Medicaid decreased by \$21 million for a total of \$7 million (See handout: **Tobacco Settlement Fund Revenue FY17 to FY19**).
- By statute, half of the money received was intended for programs and half was placed in permanent fund and generates investment revenue.
- In recent years, the Legislature has suspended deposits into the permanent fund so revenue can be used to help support the Medicaid budget.

FY18 Tobacco Settlement Payment

- FY18 tobacco settlement payment came in at \$35.7 million, \$3.3 million less than the FY18 appropriation of \$39 million. DFA implemented the following budget adjustments to the May and June agency allotments:

	<u>Adjustment</u>
➤ DOH	-\$560,711
➤ HSD	-\$2,501,355
➤ IAD	-\$21,269
➤ <u>UNM</u>	<u>-\$243,922</u>
➤ TOTAL	-\$3,327,257



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Thank You
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